

MEGASTAR DEVELOPMENT CORP.

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TSX-V: **MDV**

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“NEWS RELEASE”

MEGASTAR COMPLETES ACQUISITION OF KAUPUTAU GOLD PROPERTY

Further to the News Release dated February 8, 2005, Megastar Development Corp. (MDV: TSX-V) is pleased to report that it has received regulatory approval and completed acquisition of a 100% interest in the KAUPUTAU gold property located in the Opinaca reservoir region, James Bay. Pursuant to the Acquisition Agreement, the Company has issued 250,000 shares to the vendors. The shares are subject to a four-month hold period, expiring on June 18, 2005.

The KAUPUTAU property is accessible via an all-weather road and consists of 63 designated cells (mining claims) fully covering a target feature identified by a high sensitivity EM and magnetic airborne survey performed by SIAL Géosciences Inc. The geophysical data confirmed regional scale folding along with more complex smaller scale folds and potential faults and shears. Air photo interpretation suggests the presence of late intrusive bodies and a government sponsored regional mapping project has identified anomalous gold, silver and copper values within a sulfide bearing (pyrite-chalcopyrite) sheared volcanic tuff on the property.

The region is also host to the Eleonore property (north of Kauputau) owned by Virginia Gold Mines Inc. (VIA: TSX) where recent drilling has yielded several impressive intersections including Hole ELE-05-54 grading 22.27 grams per tonne gold over 11.05 meters.

Antoine Fournier P. Geo, M. Sc. of Nievex Géoconseil is the Qualified Person on this project as defined under NI 43-101 guidelines.

For further information, investors and shareholders are invited to visit the Company's website at www.megastardevelopment.com or contact D. Cameron Stretch at 604-961-9795.

ON BEHALF OF THE BOARD OF DIRECTORS

“DUŠAN BERKA”

Dušan Berka, P.Eng.
President & CEO

THE TSX VENTURE EXCHANGE HAS NOT REVIEWED AND DOES NOT ACCEPT RESPONSIBILITY FOR THE ADEQUACY OR ACCURACY OF THIS NEWS RELEASE.